

## U. S. DYE INTERESTS CHALLENGE HARDING

Garvan Declares He Is  
'Playing German Game'  
Against Foundation.

PROMISES A HOT FIGHT

Threatens Exposure of  
'Glaring Details' Behind  
Executive's Move.

DENIES ANY MONOPOLY

Says Government Aims to  
Turn Patents Back to Ger-  
man Tricksters.

Revelations of German intrigue in "using" the United States Government in an effort to regain control for Germany of organic chemical patents invaluable in peace and war were promised yesterday by Francis P. Garvan, head of the Chemical Foundation, whose dissolution is demanded by President Harding and Attorney-General Daugherty.

Busy with counsel in planning his fight to save the foundation and retain the patents involved in American control, Mr. Garvan took time to say that he was confident that the judgment of the people and the courts would sustain every purpose and act of the Chemical Foundation, and that the outcome would be complete exoneration on every accusation made or insinuated.

"If a demand is made by the Government for the return of the patents," I say 'It,' you observe—the foundation, through its officers and counsel, will have plenty of information for the American people regarding the German intrigue to nullify one of the most important acquisitions that came to us from the war, chemical independence of Germany monopoly. The whole story of what is back of this effort will then be told in glaring detail. In the meantime I am preparing to fight right down the line for the preservation of an American industry, with \$150,000,000 invested, one upon which our physicians and surgeons largely depend for pure and cheap remedies and anesthetics, one upon which a score of our great fabric industries is practically based.

**Calls Action Destructive.**  
"For the present I merely want to point out that the President in playing the German game—for that is what he is doing—by whoever is advising him upon this matter amounts to—calls for the destruction of an industry. His recommendation to Daugherty is wholly destructive and is, moreover, diametrically opposed to Section 5 of the peace resolution, which was approved by him on July 2, 1921. This section provides that the German property seized by the United States shall be retained until Germany shall have satisfied all claims against it or its nationals. This section was incorporated in each of the peace treaties as ratified between the United States and the three former enemy Governments. It is inconceivable, therefore, that a resale or relicensing by the Alien Property Custodian is now contemplated.

"The licensing system under which the Federal Trade Commission, by Presidential authority, granted numerous licenses, can no longer be employed since the declaration of peace. The custodian cannot operate these patents himself. There is no Government department or bureau which could do so under the law. It was that very situation which inspired the creation of the Foundation as a quasi-public institution. No, the return of the patents is sought for one purpose only, to make certain that they will revert to German control now or at no distant date, and it is apparently the intention

## REGULARS CORNER REBELS IN DUBLIN FIGHTING AREA

Continued from First Page.

The position of the insurgents seems at this hour to be hopeless. An assault with the aid of rifles and grenades already has driven a wedge through the line. The Government recognizes a real danger in allowing the struggle to continue longer and also appreciates the disastrous effect if the struggle continues and commerce and industry remain paralyzed.

The crowds of people about the streets bordering upon the zone of military activity to-day showed the extent to which the Government forces already have obtained control. The young troops in uniforms of green are handling a most difficult situation with remarkable coolness and good nature. Two armed irregulars could be seen through the window of an eating house this afternoon, firing in the air as they sat there, to give the impression that the place was strongly occupied. In North Great George street two irregulars, ununiformed, held up and robbed pedestrians of money and valuables. When two regular soldiers approached them, they emptied their revolvers, but the regulars simply seized and disarmed them without firing a shot. A mob composed of civilians, who had been terrorized by the rebels, caught and maltreated one of them, who was carried away on a stretcher.

Various attempts over the week-end to end the present conflict abruptly have proved abortive. The most generous terms the Government has felt able to offer were given to a delegation of leading clubmen Saturday, for communication to the irregulars. It was stated that the Government then offered to release its offensive and allow the irregulars occupying buildings to go home, if they would relinquish arms and ammunition.

The Lord Mayor and the Archbishop of Dublin also have vainly attempted negotiations. The Government fears, however, that if the result of the present fighting is not conclusive, the same thing will be recurring constantly, preventing normal life and recreation in the city. It is said that some of the Government's proposition for laying down arms, but that republican women insisted upon continuing the fight.

**Peoria Bishop a Peacemaker.**  
One of the men most active in the endeavor to mediate between the Government and the irregulars is Bishop O'Reilly of Peoria, Ill. He was stopping at the Hamman Hotel when it was seized by the irregulars. He is sending messengers to the leaders of either side urging them to quit the fratricidal strife. Bishop O'Reilly, who was born in County Meath, returned to Ireland at the age of 73, with the intention of purchasing a home in County Wicklow.

The clubmen sent a request to Archbishop Grith of the new Dal Eireann be summoned immediately to discuss the conflict. In replying, the President of the Dal pointed out that the Government's authority had been directly challenged in a manner such that the Government of the Administration not to delay the return.

"What about American agriculture and American manufacturing rapidly taking advantage of the discoveries and adaptations being made by our organic chemists under the general guidance of the Foundation? Do the American people want those processes thrown back into German hands?"

**Challenges the Government.**  
"We are not going to be beaten by German tricksters after three years of hard work to build up a basic industry, and we shall fight to the end this German effort to use our own Government. Our position is absolutely sound in morals and in law. The best legal opinion has been held that the inception, organization and operation of the foundation have been legal and ethical. Every step taken, from the executive order by President Wilson authorizing the sale of the patents, to the present day, has been in strict compliance with law and always open to official scrutiny. At various times I informed investigating committees of Congress that the foundation would be glad to accept any constructive suggestion that Congress might desire to make, any amendment to its charter that Congress might think wise or proper. Moreover, the record shows that I have stated that I would be glad to see these patents administered by the Government itself for the good of the people if there were any Government bureau or department or agency available, which there has never been. I have proved that instead of being a monopoly the foundation has thrown the patents open to American industry on nonexclusive terms and at very small license fees.

"We are afraid of nobody. We are prepared to prove our case. Whenever the Government is ready to begin we are."

## WASHINGTON PACTS MODEL FOR LEAGUE

Three Schemes Suggested  
to Mixed Commission Based  
on Agreements Here.

TO BRING WORLD PEACE

Britain Proposes Extension  
of Naval Limitation to  
Fifteen Other Powers.

PLAN TO REDUCE ARMIES

Cecil Wants General Disarmament  
With Guarantee  
Against Aggression.

PARIS, July 3 (Associated Press).—Three projects for general world disarmament were placed before the temporary mixed commission of disarmament of the League of Nations by representatives of Great Britain to-night.

The first, prepared by the British Admiralty, calls for extension of the obligations of the Washington naval limitation treaty to fifteen other Powers who were not signatories of the Washington agreement universal. This was referred to the naval section of the permanent military commission of the league.

**Naval Scheme Applied to Armies.**  
The second plan, proposed by Lord Escher, calls for land disarmament on a ratio basis similar to the ratio system worked out for naval reductions. The third scheme, suggested by Lord Robert Cecil, provides for general disarmament, naval, military and aerial, in return for which all the Powers are to enter into a pact to protect each other from aggression.

Lord Robert informed the Associated Press that he did not expect progress on any of the three projects at the present session.

**Belgium Alone Within Limit.**  
The replies of ten countries to the league's reiterated request that the outlay for armaments be kept within the total provided for in the budget of 1921 were placed before the commission. Belgium is the only nation making a categorical reply in the affirmative. France declares that she reduced her outlay 20 per cent. in 1922, but cannot engage in any undertaking. France agrees, however, to reduce to a standard compatible with the security of the country.

Great Britain announces that a considerable reduction was provided for in the budget, but the Government might be obliged to modify its policy in this respect if the wish of the assembly is not responded to by the other Powers. Portugal, Poland, China, all the Balkans excepting Greece and all the Americas excepting Peru, are still to be heard from.

**VLADIVOSTOK REGIME,  
AIDED BY JAPAN, FALLS**  
Japanese Garrison Has Evacuated Hankow, China.

Special Cable to THE NEW YORK HERALD. Copyright, 1922, by THE NEW YORK HERALD. Moscow, July 3.—A new counter revolution has taken place at Vladivostok. The Government recognized by Japan has been overthrown by partisans of Merkuloff, president of the provisional Priamur Government. Gen. Kappel is in hiding, and large numbers of his followers are being arrested. There is no news of Gen. Gourko.

London, July 3.—A dispatch from Hankow says: "The Japanese garrison, consisting of a battalion with detachments of special troops, evacuated Sunday. The troops have been maintained in recent years for the protection of foreign interests."

## Boy With the Most Dogs Will Win Parade Prize

EMPIRIA, Kan., July 3.—William Allen White, editor of the Emporia Gazette and a strong defender of all kinds of dogs, has offered a prize to the boy with the most dogs in the Fourth of July parade here.

Letters still are being received by Mr. White congratulating him on his recent statement condemning the offer of 25 cents for each dog taken to the Emporia pound, made by the city administration.

Presence of W. E. Johnson, Prohibition Agitator, Arouses London Papers.

'BRITAIN DRY IN 1935'  
RESENTED IN PRESS

Special Cable to THE NEW YORK HERALD. Copyright, 1922, by THE NEW YORK HERALD. New York Herald Bureau, London, July 3. The British press is again alarmed over the presence of William E. Johnson, the American prohibition agitator, with his prediction that "England will be dry by 1935." He is taken with the greatest seriousness, not unmixing with apprehension.

The Evening News says: "He is a very charming man, but we wish he would stay in America. He is wrong about prohibition in Britain. It will not come in fifteen years, nor in fifty. But we think it might be better if 'Pussyfoot' would get prohibition practised in some other country—the United States, for instance."

The Daily Mail admits it would be unwise to treat the prohibition campaign too lightly, and blames prohibition for the "demoralization and unrest" that led to the collapse of Russia and the triumph of the Bolsheviks. Regarding America, it quotes Lord Northcliffe as saying that it is only driving people to drink who never drank before.

The Daily Express, citing examples in America, says that five striking results appear to have been achieved: "First, revenue of \$100,000,000 lost; second, a great army of detectives and spies, costing America \$10,000,000 yearly; third, the new profession of bootlegging, making an aggregate profit of \$15,000,000; fourth, breeding, distilling and wine making, undertaken privately in hundreds of thousands of American homes; fifth, every known alcoholic beverage can be obtained in every American city and nine-tenths of the towns, at prices ranging from twice to ten times that of pre-prohibition days. This state of affairs may suit the United States. Mr. Pussyfoot will with difficulty persuade us to pay his country the compliment of imitation."

Johnson has made it plain that he is here only to organize the prohibition convention in Toronto this autumn.

**COMMISSION PROPOSED  
ON PALESTINE MANDATE**  
Britain, Replying to Vatican, Offers to Investigate.

LONDON, July 3.—The reply of the Government to the representations of Cardinal Gasparri, Papal Secretary of State, concerning religious liberty under the Palestine mandate declares that in order to determine the existing rights in the holy places and religious buildings or sites in Palestine the Government proposes that a commission of not fewer than seven members, selected from a panel originated by some international procedure and subject to the approval of the council of the League of Nations, shall have charge of determining these rights.

Rome, July 3.—The Corriere d'Italia, Vatican organ, commenting on the motion before Parliament relative to the plans for a Jewish homeland in Palestine, says the formula may be an excellent one in itself, but that difficulties and perils for the Christian community will arise when the mandate, in so far as it relates to the powers of the Anglo-Jewish authorities, is interpreted.

# HEARN

Founded 1827

FOURTEENTH STREET

WEST OF FIFTH AVE.

STORE CLOSED TODAY (JULY 4th)

Open Tomorrow, Wednesday, 9 to 5

## Values Worth Your While

Cool Summer Apparel and Needs for the Home

**WEDNESDAY THURSDAY**  
**Women's Extra Size Petticoats**  
Were .84  
Were .97

White nainsook models attractively flounced with lace or embroidery.  
Women's Extra Size Night Dresses—trimmed and tailored styles in pink and white nainsook—round and V neck—were \$1.28. .97  
Bloomers and Step-in Drawers—Windsor crepe in flush and white—also models in flesh and white nainsook—were \$1.18. .82  
Women's Extra Size White Nainsook Costume Slips—Attractive tailored styles with hip deep hems and strap shoulders come at both prices—sizes 46 to 52—were \$1.48. 1.17  
Trousseau Crepe Envelope Chemises—tailored and trimmed models—flesh and white—were \$4.50. 3.91  
Extra Size Dept.—Third Floor

**One Day Sale (Wednesday)**  
**Men's Shirts**  
1.33  
Value \$1.95  
A special purchase of silk stripe madras shirts in a large assortment of new summer patterns in conservative and novelty effects. Every one is finished with nonshrinkable neck bands and ocean pearl buttons. Sizes 14 to 17.

**WEDNESDAY THURSDAY**  
**Untrimmed Hats**  
2.84  
Were \$3.50  
Hats of hair and silk combined or all silk in black, white, navy and combinations of black with white.  
Aigrette Band—were .68. .53  
Hats trimmed free if hats and materials are purchased here.

**WEDNESDAY THURSDAY**  
**Two-Day Sale**  
**70-Inch Bleached Linen Damasks**  
1.33  
Were \$1.97  
Floral Patterns  
58-IN. BLEACHED MERCERIZED DAMASK—were .58. .39

**WEDNESDAY THURSDAY**  
**Two-Day Sale**  
**New Seamless Grass Rugs**  
4.88  
Value \$6.97  
Attractive Japanese and novelty designs in blue, brown and green colorings. Size 9x12.

**MORNING SPECIALS**  
On Sale Wednesday & Thursday Until 1 P. M.  
To prevent dealers buying, quantities restricted. No Mail or Telephone Orders.

25 ct. Printed Shirts. .16  
Many neat patterns—for pajamas, shirts, dresses and bungalow aprons.  
WASH FABRICS—BASEMENT.  
23 ct. Fancy Dress Gingham. .18  
32-inch—mill lengths.  
WASH FABRICS—BASEMENT.  
24 ct. Fancy Voiles. .15  
Many neat styles and colorings—light and dark shades.  
WASH FABRICS—BASEMENT.  
\$1.57 Chiffon Finish Taffetas. 1.17  
35-inch—good assortment of street and evening shades.  
SILKS—MAIN FLOOR.  
88 ct. Mohair Siciliennes. .66  
50-inch—silk finish—brown, gray and navy.  
DRESS GOODS—MAIN FLOOR.  
37 ct. New Cretonnes. .24  
Oriental, floral, chintz and costume designs—39 styles.  
CRETONNES—BASEMENT.  
29 ct. Unbleached Muslin. .22  
Heavy quality—45 inches wide.  
MUSLINS—BASEMENT.  
29 ct. Tickings. .19 1/2  
Good quality—assorted stripes.  
TICKINGS—BASEMENT.  
48c. Ribbons. .33  
Sash or millinery widths—moire and satin stripe—white, black and colors.  
RIBBONS—MAIN FLOOR.  
33 ct. Pillow Cases. .28  
45x36—with handkerchief border.  
PILLOW CASES—BASEMENT.  
\$1.74 Lawn Breakfast Coats. 1.52  
Neat figures—in blue, black and lavender—trimmed with narrow bands of plain lawn—sash belt—sizes 36 to 46.  
HOUSE DRESSES—SECOND FLOOR.  
35 ct. and 39 ct. Women's Cotton Vests. .22  
Low neck—sleeveless—band border or crochet top—pink and white—regular and extra sizes.  
KNIT UNDERWEAR—MAIN FLOOR.  
79 ct. Children's Knitted Waist Union Suits. .62  
Vest, waist and drawers combined—low neck—sleeveless—knee length—well made garment.  
KNIT UNDERWEAR—MAIN FLOOR.

97 ct. Little Tots' Combinations. .58  
Lace and embroidery trimmed, sizes to 6 years.  
INFANTS' DEPT.—SECOND FLOOR.  
\$1.24 Little Tots' Tub Dresses. .65  
Empire and belted styles—trimmed with contrasting colors.  
INFANTS' DEPT.—SECOND FLOOR.  
\$2.50 Men's Office Coats. 1.97  
Grey and black—good wearing quality—sizes 36 to 44.  
MEN'S WORK CLOTHES—BASEMENT.  
\$1.95 Men's Straw Hats. 1.57  
Large assortment of Sennet models—4 sizes.  
MEN'S HATS—MAIN FLOOR.  
\$1.45 Men's Caps. 1.17  
Large assortment of tweed mixtures and plain colors—unbreakable visors—full leather sweatbands—lined and unlined—all sizes.  
MEN'S HATS—MAIN FLOOR.  
\$2.25 Men's Union Made Work Trousers. 1.84  
Dark stripes—summer weight—strong and well made—sizes 34 to 44.  
MEN'S WORK CLOTHES—BASEMENT.  
\$5.95 Men's Trousers. 4.45  
All wool—worsted and cassimeres—conservative patterns and colors—sizes 29 to 46.  
MEN'S CLOTHING—MAIN FLOOR.  
\$5.94 Boys' Summer Suits. 4.65  
Made of light weight sun-bleached—also tan and grey linen—norfolk or inverted plait models—sizes 8 to 16 years.  
BOYS' CLOTHING—THIRD FLOOR.  
\$2.95 Boys' Camp Suits. 2.00  
Of fine quality sulphur dyed khaki cloth—golf knicker, or flapper trousers—shirt or blouse styles—also grey striped chevrot with flapper trousers—sizes 8 to 16 years.  
BOYS' CLOTHING—THIRD FLOOR.  
\$10.50, \$12.50 Boys' Navy Blue Serge Suits. 8.65  
All wool—fine or medium weight—plain or inverted plait models—many with two pair fully lined trousers—8 to 17 years.  
BOYS' CLOTHING—THIRD FLOOR.  
20 ct. Women's Cotton Hose. .15  
Double garter top—black, cordovan, grey and palm beach—sizes 8 1/2 to 10.  
HOSIERY—MAIN FLOOR.

See to-day's World or American for Exceptional Sales of Women's and Misses' White Silk Sport Skirts and Garter Brassieres.

## Furnished Rooms In All Good Neighborhoods

WHEN you want a suitable furnished room turn to the Want Ad Pages of The New York Herald. Many excellent rooms in reliable homes are advertised there every day.

THE NEW YORK HERALD  
280 Broadway  
Telephone Worth 10,000

CLOSED ALL DAY TUESDAY

## Stern Brothers

West Forty-Second Street - And - West Forty-Third Street

For This Week Only—Reduced for Immediate Clearance:

## SUMMER FURNITURE

Unrestricted choice of our entire stock at

One-third to One-half Off this season's former prices

The assortment includes complete suites and separate pieces of dependable furniture.

**4-pc. REED SUITE—**  
In parchment with cretonne cushions.  
Reduced from \$415.00 to **\$275.00**

**4-pc. REED SUITE—**  
In orange and black; cretonne cushions.  
Reduced from \$350.00 to **\$200.00**

**WILLOW SETTEES**  
Formerly \$22.50 48.00 65.00  
Now \$13.75 27.50 35.00

**WILLOW TABLES**  
Formerly \$58.00 85.00 35.00  
Now \$25.00 35.00 18.50

**WILLOW DESKS**  
Formerly priced at. \$60.00 37.50  
Now. . . \$30.00 16.50

**RUSTIC HICKORY CHAIRS**  
Formerly... \$11.00 12.75 4.25  
Now \$7.50 8.75 2.85

There are also a number of ODD PIECES specially priced for this sale.

**Glove Silk Vests**  
Special... 1.67  
Light, comfortable vests for Summer, with bodice top, flesh color. Sizes 36 to 42.

**Men's Athletic Union Suits**  
.78  
Were .95  
Otis make suits, sleeveless and knee length, in small check weave fabric. Full cut and well made. Broken sizes.

**Men's Balbriggan Underwear**  
short sleeve shirts—ankle length drawers—double seated—also white athletic shirts and knee length drawers—all sizes in lot—Special... .18

**Women's Fine Cotton Vests**  
.22  
Seconds of .47 and .57 quality. Pink or white vests of excellent quality, sleeveless and with low neck with band, bodice or crocheted top. Sizes 36 to 44.

**Women's Silk Hose**  
1.18  
Were \$1.45  
Good quality, with mock seam, in nude, grey or white. Sizes 8 1/2 to 10.

**Frock—Aprons of Checked Gingham**  
.92  
Were \$1.38 and \$1.48  
Pretty styles in gingham, linen and chambray with sash and trimming of rick rack.